

## PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE  
SAN FRANCISCO, CA 94102-3298



May 28, 2009

Cathy Karlstad  
Southern California Edison  
P.O. Box 800  
2244 Walnut Grove Ave.  
Rosemead, CA 91770

**RE: Southern California Edison's Above-Market Funds Balance**

Dear Ms. Karlstad:

On February 20, 2009, the Commission adopted Resolution E-4199, which set forth cost limitations for the investor-owned utilities and eligibility criteria and guidelines for approving requests for above-market funds (AMFs) of renewable energy contracts negotiated through a competitive solicitation. Based on the inputs for calculating the cost limitation as set forth in Public Utilities Code §399.15(d)(1), the Commission calculated and adopted \$322,107,744 as SCE's total AMFs. The Resolution ordered each utility, within 30 days of the effective date of the resolution, to submit confidentially to the Energy Division Director an AMF Calculator and all relevant documentation for each Commission-approved renewable energy contract and pending renewable energy contract with a contract price above the market price referent (MPR).<sup>1</sup>

On April 15, 2009 SCE timely submitted AMF Calculators for four approved above-MPR renewable energy contracts and three above-MPR contracts that are pending review by the Commission:

- Approved: California Sunrise I, Palos Verdes Landfill, Gaskell Suntower LLC, Imperial Biopower
- Pending review: North Hurlburt Wind, LLC, South Hurlburt Wind, LLC, Horseshoe Bend, LLC.

Based on Energy Division staff's review of the AMF Calculators for the approved above-MPR contracts, SCE's AMF balance is \$221,874,570.

Sincerely,

A handwritten signature in dark ink, appearing to read "Julie A. Fitch", is positioned above the typed name.

Julie A. Fitch  
Director, Energy Division

CC: R.06-02-012, R.08-08-009

<sup>1</sup> Ordering Paragraph 13